Income Tax - Military Serviceperson

How does a nonresident of Colorado serving in the military file a Colorado income tax return?

A nonresident serviceperson is not taxed in Colorado on his/her military income. However, if the serviceperson earned nonmilitary Colorado income, this income must be reported to Colorado for income tax purposes. The serviceperson must pay Colorado tax on:

- nonmilitary Colorado salaries
- nonmilitary Colorado wages
- nonmilitary Colorado tips
- nonmilitary Colorado commissions
- income from a Colorado business
- income from rents, royalties and/or gains from the sale of tangible personal property or real property located in Colorado.

He/she would not report income from interest or dividends.

Colorado tax for nonresidents shall be what the tax would have been were they full-year residents with the tax apportioned in the ratio of their Colorado adjusted gross income to their modified federal adjusted gross income.